SARITOW SPINNING MILLS LIMITED

The Managing Director
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building/Road,
Karachi

March 31, 2011

Dear Sir,

Material Information

In accordance with Regulation No. 28 of the Listing Regulations, we are pleased to convey the following information:

At an Extraordinary General Meeting of Shareholders of Saritow Spinning Mills Limited convened and held on Thursday the 31st day of March 2011 at 04:00 P.M. under the order of Honourable Lahore High Court, Lahore the following resolutions regarding the Amalgamation/Merger of Azam Textile Mills Limited into Saritow Spinning Mills Limited were unanimously passed.

The Meeting was chaired by Khawaja Aamir Farooq Advocate, Lahore the authorized representative of Honourable Lahore High Court, Lahore appointed for the purpose.

"**RESOLVED THAT** the Scheme of Arrangement for Amalgamation dated October 09, 2010, between Saritow Spinning Mills Limited and its members and Azam Textile Mills Limited and its members, considered by this meeting and initialed by the chairman of this meeting for the purposes of identification, be and is hereby approved, adopted and agreed."

"**FURTHER RESOLVED** that as part of the Scheme of Arrangement to increase the authorized Capital of Saritow Spinning Mills Ltd. from Rs. 150,000,000/- divided into 15,000,000 ordinary shares of Rs. 10/- each; to 350,000,000/- divided into 35,000,000 ordinary shares of Rs. 10/- each and pursuant to the increase in the authorized share Capital the Memorandum and Articles of Association of the Company shall be amended as follows:"

CHANGE (GUARANTEE) LTD.
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